DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 150 S. Independence Mall West Suite 216, The Public Ledger Building Philadelphia, Pennsylvania 19106-3499



Region III/Division of Medicaid and Children's Health Operations

SWIFT# 060720124014

JUN 29 2012

Cynthia B. Jones, Director Department of Medical Assistance Services 600 East Broad Street, Suite 1300 Richmond, Virginia 23219

Dear Ms. Jones:

We have reviewed State Plan Amendment (SPA) 12-02, in which the State establishes supplemental payments for services provided by Type One Physicians for furnished services provided on or after July 2, 2002. Effective January 3, 2012, the supplemental payment amount for Type One Physician services shall be the difference between the Medicaid payments otherwise made for physician services and 181% of Medicare rates. Supplemental payments shall be made quarterly, no later than 90 days after the end of the quarter.

This SPA is acceptable. Therefore, we are approving SPA 12-02 with an effective date of January 3, 2012. Enclosed are the approved SPA pages and signed CMS-179 form.

If you have further questions about this SPA, please contact Margaret Kosherzenko at (215) 861-4288.

Sincerely,

Francis McCullough
Associate Regional Administrator

Enclosures